

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

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W-01559A  
Coldwater Canyon Water Company  
P. O. Box 637  
Black Canyon City AZ 853240000

**ANNUAL REPORT**

**RECEIVED**

APR 01 2005

AZ Corporation Commission  
Director Of Utilities

**FOR YEAR ENDING**

12	31	2004
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FOR COMMISSION USE

ANN04	04
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## COMPANY INFORMATION

<b>Company Name (Business Name)</b> <u>Coldwater Canyon Water Company</u>			
<b>Mailing Address</b> <u>P. O. Box 637</u>			
<u>(Street)</u>	<u>Black Canyon City</u>	<u>AZ</u>	<u>85324</u>
<u>(City)</u>	<u>(State)</u>	<u>(Zip)</u>	
<u>(928) 374-5884</u>			
<b>Telephone No. (Include Area Code)</b>		<b>Fax No. (Include Area Code)</b>	<b>Pager/Cell No. (Include Area Code)</b>
<b>Email Address</b> _____			
<b>Local Office Mailing Address</b> <u>P. O. Box 637</u>			
<u>(Street)</u>	<u>Black Canyon City</u>	<u>AZ</u>	<u>85324</u>
<u>(City)</u>	<u>(State)</u>	<u>(Zip)</u>	
<u>(928) 374-5884</u>			
<b>Local Office Telephone No. (Include Area Code)</b>		<b>Fax No. (Include Area Code)</b>	<b>Pager/Cell No. (Include Area Code)</b>
<b>Email Address</b> _____			

## MANAGEMENT INFORMATION

<b>Management Contact:</b> <u>Roger Wagner</u>		<u>President</u>	
<u>(Name)</u>	<u>(Title)</u>		
<u>P. O. Box 637</u>	<u>Black Canyon City</u>	<u>AZ</u>	<u>85324</u>
<u>(Street)</u>	<u>(City)</u>	<u>(State)</u>	<u>(Zip)</u>
<u>(928) 374-5884</u>			
<b>Telephone No. (Include Area Code)</b>		<b>Fax No. (Include Area Code)</b>	<b>Pager/Cell No. (Include Area Code)</b>
<b>Email Address</b> _____			
<b>On Site Manager:</b> <u>Roger Wagner</u>			
<u>(Name)</u>			
<u>P. O. Box 637</u>	<u>Black Canyon City</u>	<u>AZ</u>	<u>85324</u>
<u>(Street)</u>	<u>(City)</u>	<u>(State)</u>	<u>(Zip)</u>
<u>(928) 374-5884</u>			
<b>Telephone No. (Include Area Code)</b>		<b>Fax No. (Include Area Code)</b>	<b>Pager/Cell No. (Include Area Code)</b>
<b>Email Address</b> _____			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

<b>Statutory Agent:</b> <u>Roger Wagner</u>			
(Name)			
P. O. Box 637	Black Canyon City	AZ	85324
(Street)	(City)	(State)	(Zip)
(928) 374-5884			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
<b>Attorney:</b> _____			
(Name)			
(Street)	(City)	(State)	(Zip)
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### **OWNERSHIP INFORMATION**

Check the following box that applies to your company:

- |   |  |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S)    | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P)        | <input type="checkbox"/> Subchapter S Corporation (Z)                                |
| <input type="checkbox"/> Bankruptcy (B)         | <input type="checkbox"/> Association/Co-op (A)                                       |
| <input type="checkbox"/> Receivership (R)       | <input type="checkbox"/> Limited Liability Company                                   |
| <input type="checkbox"/> Other (Describe) _____ |  |

### **COUNTIES SERVED**

Check the box below for the county/ies in which you are certificated to provide service:

- |                                     |   |                                   |
|-------------------------------------|---|-----------------------------------|
| <input type="checkbox"/> APACHE     | <input type="checkbox"/> COCHISE            | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA       | <input type="checkbox"/> GRAHAM             | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ     | <input type="checkbox"/> MARICOPA           | <input type="checkbox"/> MOHAVE   |
| <input type="checkbox"/> NAVAJO     | <input type="checkbox"/> PIMA               | <input type="checkbox"/> PINAL    |
| <input type="checkbox"/> SANTA CRUZ | <input checked="" type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA     |
| <input type="checkbox"/> STATEWIDE  |   |                                   |

## Description of Area Served:

Area #1 That portion of Yavapai County, Arizona, known and described as follows, to-wit: NE  $\frac{1}{4}$  of NW  $\frac{1}{4}$ , NW  $\frac{1}{4}$  of NE  $\frac{1}{4}$ , SW  $\frac{1}{4}$  of NE  $\frac{1}{4}$ , NW  $\frac{1}{4}$  of SE  $\frac{1}{4}$ , S  $\frac{1}{2}$  of SW  $\frac{1}{4}$ , all in Section 35, T 9N, R 2 E, and SE  $\frac{1}{4}$  of SE  $\frac{1}{4}$  of Section 34, T 9N, R 2 E.

and SW  $\frac{1}{4}$  of NE  $\frac{1}{4}$  and the SE  $\frac{1}{4}$  of NW  $\frac{1}{4}$ , Section 34, T 9N, R 2 E, G&SRB&M, Yavapai County, Arizona.

SE  $\frac{1}{4}$  of the NE  $\frac{1}{4}$  of Section 34, T 9N, R 2 E.

Area #2 That part of the NW  $\frac{1}{4}$  NE  $\frac{1}{4}$  of Section 34, T 9N, R 2 E, G&SRB&M, lying East of the Easterly right of way line of the re-alignment of Black Canyon Highway and more particularly described as follows:

Beginning at the Northwest corner of the said NW  $\frac{1}{4}$  NE  $\frac{1}{4}$  of Section 34, said point being on the Easterly right of wayline of the re-alignment of Black Canyon Highway and being marked by a brass cap in concrete; thence East (assumed bearing) 992.10 feet to the Northeast corner of the said W  $\frac{1}{2}$  E  $\frac{1}{2}$  NW  $\frac{1}{4}$  NE  $\frac{1}{4}$  of Section 34; thence South 1° 31' 49" West along the Easterly line of the W  $\frac{1}{2}$  E  $\frac{1}{2}$  NW  $\frac{1}{4}$  NE  $\frac{1}{4}$  of the said Section 34, 1,324.02 feet to the Southeast corner of the W  $\frac{1}{2}$  E  $\frac{1}{2}$  NW  $\frac{1}{4}$  NE  $\frac{1}{4}$  of Section 34; thence South 89° 40' 17" West along the Southerly line of the said NW  $\frac{1}{4}$  NE  $\frac{1}{4}$  of Section 34, 515.55 feet to a point on the Easterly right of way line of the Black Canyon Highway; thence following the said Easterly line of the Black Canyon Highway, North 27° 09' 23" West, 215.12 feet; thence North 23° 12' 39" West, 697.72 feet; thence North 19° 52' 58" West, 220.00 feet; thence North 1° 21' 21" East, 287.05 feet to the true point of beginning and containing 24.788 acres.

**COMPANY NAME** Coldwater Canyon Water Company

**UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	456		456
302	Franchises	94		94
303	Land and Land Rights	49,450		49,450
304	Structures and Improvements	11,224	4,144	7,080
307	Wells and Springs	48,767	38,305	10,462
311	Pumping Equipment	108,159	93,963	14,196
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	17,481	17,481	0
331	Transmission and Distribution Mains	33,688	30,033	3,655
333	Services			
334	Meters and Meter Installations	46,911	46,911	0
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment	26,710	26,710	0
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	47,938	39,889	8,049
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>390,878</b>	<b>297,436</b>	<b>93,442</b>

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

Coldwater Canyon Water Company

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	456		
302	Franchises	94		
303	Land and Land Rights	49,450		
304	Structures and Improvements	11,224	3.18	357
307	Wells and Springs	48,767	4.12	2,009
311	Pumping Equipment	108,159	3.90	4,213
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	17,481		
331	Transmission and Distribution Mains	33,688	10.94	3,686
333	Services			
334	Meters and Meter Installations	46,911	.54	251
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment	26,710		
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	47,938	5.87	2,812
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>390,878</b>	<b>3.41</b>	<b>13,328</b>

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_  
 Acct. No. 403.

COMPANY NAME

Coldwater Canyon Water Company

**BALANCE SHEET**

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 24,034	\$ 21,400
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	286	235
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 24,320	\$ 21,635
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 383,457	\$ 390,878
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	284,108	297,436
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 99,349	\$ 93,442
	<b>TOTAL ASSETS</b>	\$ 123,669	\$ 115,077

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

**COMPANY NAME** Coldwater Canyon Water Company

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes	4,492	
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 4,492	\$
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 12,578	\$ 12,579
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	9,424	9,424
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$ 9,424	\$ 9,424
	<b>TOTAL LIABILITIES</b>	\$ 26,494	\$ 22,003
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 11,650	\$ 11,650
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	85,525	81,424
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ 97,175	\$ 93,074
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 123,669	\$ 115,077



**COMPANY NAME** Coldwater Canyon Water Company

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 66,116	\$ 75,091
460	Unmetered Water Revenue		
474	Other Water Revenues		
	<b>TOTAL REVENUES</b>	\$ 66,116	\$ 75,091
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$ 19,239	\$ 36,337
610	Purchased Water		
615	Purchased Power	9,874	10,547
618	Chemicals		
620	Repairs and Maintenance	2,605	1,819
621	Office Supplies and Expense		
630	Outside Services		
635	Water Testing	3,115	2,786
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability	3,131	4,352
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	4,165	4,950
403	Depreciation Expense	16,802	13,328
408	Taxes Other Than Income		
408.11	Property Taxes	3,042	5,028
409	Income Tax	274	45
	<b>TOTAL OPERATING EXPENSES</b>	\$ 62,247	\$ 79,192
	<b>OPERATING INCOME/(LOSS)</b>	\$ 3,869	\$ ( 4,101)
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$	\$
	<b>NET INCOME/(LOSS)</b>	\$ 3,869	\$ ( 4,101)

<b>COMPANY NAME</b>	Coldwater Canyon Water Company
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**SUPPLEMENTAL FINANCIAL DATA**  
**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	1/1/88			
Source of Loan	Shareholder Loan			
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$ 12,579	\$	\$	\$
Amount Outstanding	\$ 12,579	\$	\$	\$
Date of Maturity	1/1/05			
Interest Rate	9.83 %	%	%	%
Current Year Interest	\$ -0-	\$	\$	\$
Current Year Principle	\$ -0-	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ -0-

Meter Deposits Refunded During the Test Year

\$ -0-

**COMPANY NAME** Coldwater Canyon Water Company

## **WATER COMPANY PLANT DESCRIPTION**

### **WELLS**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>
1	7 1/2	85 GPM	120	12"	None	1965
2	5	55 GPM	120	10"	None	1968
3	7 1/2	85 GPM	120	12"	None	1970
4	5	55 GPM	100	8"	None	2001
5	2	25 GPM	65	8"	None	1965
6	2	25 GPM	100	8"	None	2002

\* Arizona Department of Water Resources Identification Number

### **OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
1 1/2	2	None	None
2	1	None	None

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
30,000	1	2,000	1
10,000	4	3,000	1
12,000	2	1,000	2

<b>COMPANY NAME</b>	Coldwater Canyon Water Company
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**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

MAINS		
Size (in inches)	Material	Length (in feet)
2	Plastic	4,700
3	Plastic	4,500
4	Plastic	5,400
5		
6	Plastic	800
8		
10		
12		
1 1/2	Galvanized	1,200
2	Galvanized	1,600
3	Galvanized	900
4	Galvanized	400

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X 3/4	333
3/4	
1	
1 1/2	2
2	1
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

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STRUCTURES:

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OTHER:

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COMPANY NAME: Coldwater Canyon Water Company

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2004**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY			
FEBRUARY			
MARCH			
APRIL			
MAY			
JUNE			
JULY			
AUGUST			
SEPTEMBER			
OCTOBER			
NOVEMBER			
DECEMBER			
TOTAL		N/A	N/A

Is the Water Utility located in an ADWR Active Management Area (AMA)?

( ) Yes ( ) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

( ) Yes ( ) No

If yes, provide the GPCPD amount: \_\_\_\_\_

What is the level of arsenic for each well on your system. 11-17-14 mg/l

(If more than one well, please list each separately.)

*Note: If you are filing for more than one system, please provide separate data sheets for each system.*

COMPANY NAME Coldwater Canyon Water Company

YEAR ENDING 12/31/2004

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2004 was: \$ 5,028

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

COMPANY NAME Coldwater Canyon Water Company

YEAR ENDING 12/31/2004

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>(4,101)</u>
Estimated or Actual Federal Tax Liability	<u>0</u>

State Taxable Income Reported	<u>(4,101)</u>
Estimated or Actual State Tax Liability	<u>45</u>

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>9,424</u>
Amount of Gross-Up Tax Collected	<u></u>
Total Grossed-Up Contributions/Advances	<u>9,424</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

  
SIGNATURE

3-31-05  
DATE

Roger Wagner  
PRINTED NAME

President  
TITLE

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

**RECEIVED**

**VERIFICATION**

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Yavapai</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Roger Wagner</u>
COMPANY NAME	<u>Coldwater Canyon Water Company</u>

APR 01 2005

AZ Corporation  
Director  
Commission  
Of Utilities

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2004</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**


IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2004 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 75,091

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$  
IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST  
INCLUDE SALES TAXES BILLED OR  
COLLECTED. IF FOR ANY OTHER REASON,  
THE REVENUE REPORTED ABOVE DOES NOT  
AGREE WITH TOTAL OPERATING REVENUES  
ELSEWHERE REPORTED, ATTACH THOSE  
STATEMENTS THAT RECONCILE THE  
DIFFERENCE. (EXPLAIN IN DETAIL)**

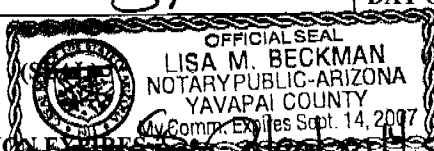
  
\_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL  
623-374-5884  
\_\_\_\_\_  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

31st DAY OF



COUNTY NAME	<u>YAVAPAI</u>
MONTH	<u>March</u>
	<u>2005</u>

  
\_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES



## **FINANCIAL INFORMATION**

Attach to this annual report a copy of the companies' year-end (Calendar Year 2004) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**

**Coldwater Canyon Water Co.**  
**Balance Sheet**  
As of December 31, 2004

	<u>Dec 31, 04</u>
<b>ASSETS</b>	
<b>Current Assets</b>	
Checking/Savings	
Cash in Bank	21,400.00
<b>Total Checking/Savings</b>	<u>21,400.00</u>
<b>Other Current Assets</b>	
Prepaid Income Taxes	235.00
<b>Total Other Current Assets</b>	<u>235.00</u>
<b>Total Current Assets</b>	21,635.00
<b>Fixed Assets</b>	
Accum Depr Buildings	-4,143.00
Accum Depr Distribution Reservo	-17,481.00
Accum Depr Electric Pumping Equ	-92,365.00
Accum Depr Meters	-46,700.00
Accum Depr Operating Eq.	-39,889.00
Accum Depr Transmission & Distr	-31,456.00
Accum Depr Transportation Equip	-26,710.00
Accum Depr Wells & Springs	-38,692.00
Buildings	11,224.26
Distribution Reservoirs	17,481.00
Electric Pumping Equipment	102,217.90
Land	49,450.00
Meters	46,911.32
Operating Equipment	47,937.85
Transmission & Distribution	39,629.00
Transportation Equipment	26,710.00
Wells & Springs	48,767.00
<b>Total Fixed Assets</b>	<u>92,892.33</u>
<b>Other Assets</b>	
Goodwill	93.84
Organization Expense	456.11
<b>Total Other Assets</b>	<u>549.95</u>
<b>TOTAL ASSETS</b>	<u><u>115,077.28</u></u>
<b>LIABILITIES &amp; EQUITY</b>	
<b>Liabilities</b>	
<b>Long Term Liabilities</b>	
Contribution in Aid	9,424.16
Note Payable Wellsite	12,578.56
<b>Total Long Term Liabilities</b>	<u>22,002.72</u>
<b>Total Liabilities</b>	22,002.72
<b>Equity</b>	
Capital Stock	11,650.00
Retained Earnings	77,419.49
Retained Earnings Sub C	8,106.19
Net Income	-4,101.12
<b>Total Equity</b>	<u>93,074.56</u>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<u><u>115,077.28</u></u>

# 2004 TAX NOTICE

JAN. 1, 2004  
TO  
DEC. 31, 2004

COUNTY OF YAVAPAI

ARIZONA

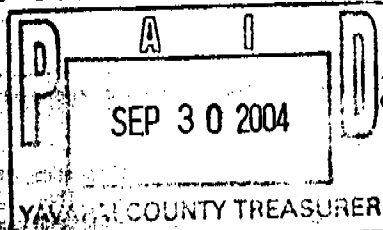
ADDRESS: 1015 FAIR ST.  
PRESCOTT AZ 86305

AL DESCRIPTION SECTION TWN RNG ACRES 1.15 USE 5500  
TAL VALUE OF OPERATING PROPERTY 13,500  
2-11-114 6,500  
2-18-044 5,000

TAX ROLL NUMBER  
139250

PARCEL IDENTIFICATION  
905-65-010 7

TAX AREA CODE  
5010



IMPORTANT - SEE REVERSE SIDE  
FOR COMPLETE EXPLANATION OF  
YOUR 2004 TAX NOTICE AND  
PAYMENT INSTRUCTIONS.

905-65-010 7 139250

COLDWATER CANYON WATER CO  
ROGER WAGNER/PRESIDENT  
P O BOX 637  
BLACK CANYON CIT 85324

05-2960

## 2004 TAX SUMMARY (3)

PRIMARY AD VALOREM TAX	2,550.62
LESS STATE AID TO EDUCATION	.00
NET PRIMARY AD VALOREM TAX	2,550.62
SECONDARY AD VALOREM TAX	956.70
SPECIAL DISTRICT TAX	.00

## PAY TOTAL OR HALF TAX

TOTAL TAX DUE	3,507.32
HALF TAX	1,753.66

## DELINQUENT DATES

1st HALF NOV. 1, 2004  
2nd HALF MAY 1, 2005

THIS IS THE ONLY NOTICE YOU WILL RECEIVE  
NO RECEIPT WILL BE SENT UNLESS REQUESTED

## PRIMARY PROPERTY TAX CALCULATION (1)

	LIMITED VALUE	ASSTMT. %	ASSESSED VALUE	EXEMPTION	TAX RATE	AD VALOREM TAX
NO. BLDGS, ETC.	250000	2.50	6250	0	9.4467	590.43
SCHOOL PROPERTY	830000	2.50	20750	0	9.4467	1960.19
TOTALS	1080000		27000	0		2550.62

## SECONDARY PROPERTY TAX CALCULATION (2)

	FULL CASH VALUE	ASSTMT. %	ASSESSED VALUE	EXEMPTION	TAX RATE	AD VALOREM TAX
NO.	250000	2.50	6250	0	3.6957	230.98
SCHS, ETC.	0	0	0	0	0	0.00
PERSONAL PROPERTY	830000	2.50	20750	0	3.4974	725.72
TOTALS	1080000		27000	0		956.70

## 2003-2004 TAX COMPARISON (4)

CODE	TAX JURISDICTION	2004 PRIMARY	2004 SECONDARY	2004 TOTAL	2003 TOTAL	DIFFERENCE
000	YAVAPAI COUNTY	459.23	00.00	459.23	399.20	60.03
001	SCHOOL EQUALIZATION	123.12	00.00	123.12	112.03	11.09
150	CANON SD #50	1546.37	00.00	1546.37	1308.50	237.87
150	COMMUNITY COLLEGE	421.90	77.99	499.89	445.98	53.91
220	BLACK CANYON FD	00.00	810.00	810.00	712.50	97.50
300	FIRE DISTRICT ASSISTANCE FUND	00.00	27.00	27.00	23.75	3.25
300	YAVAPAI COUNTY LIBRARY DIST	00.00	293.22	293.22	267.00	26.22
101	YAVAPAI FLOOD CONTROL DISTRICT	00.00	123.99	123.99	136.64	-12.65
	TOTALS	2550.62	956.70	3507.32	3042.30	465.02

TEAR OFF ALONG DOTTED LINES

TEAR OFF ALONG DOTTED LINES